

Senate Bill ### (S-#) Draft

Committee: Appropriations

FY 2002-03 Year-to-Date Gross Appropriation	\$94,027,300
Changes from FY 2002-03 Year-to-Date:	
1. Grant Reductions/Eliminations. The Governor eliminates the horse shows grant and the SW Michigan Tourist Council grant. The migrant labor housing grant and local conservation districts grants are reduced.	(294,100)
2. Program Reductions/Eliminations. The Governor eliminates the Regulatory Seed Program, savings of \$452,000 GF/GP and 4.5 FTEs. The Fruit and Vegetable Inspection Program is reduced, savings of \$300,000 GF/GP.	(752,000)
3. Administrative Savings. The Governor's budget includes unspecified administrative GF/GP savings throughout the budget.	(339,900)
4. Agriculture Equine Industry Development Fund. The Governor reduces various horse racing grants by 12.8% and administrative line items supported by the Fund. This restricted revenue is then re-directed to various administrative line items to replace an equal amount of GF/GP. The funding reductions reduce Gross appropriations by \$2,025,000 and the subsequent funding shifts reduce GF/GP appropriations by \$2,025,000.	(2,025,000)
5. Funding Shifts. The Governor replaces GF/GP with an equal amount of available State restricted and Federal revenue in various programs. The funding shifts do not affect Gross appropriations but reduce GF/GP appropriations by \$475,000.	0
6. Fee Increases. The Governor replaces GF/GP with an equal amount of anticipated State restricted revenue from proposed fee increases in various programs. The fee increases do not affect Gross appropriations but reduce GF/GP appropriations by \$549,400.	0
7. Early Retirement. The Governor reduces Gross and GF/GP appropriations to reflect funding adjustments associated with the most recent early retirement program for State employees.	(693,800)
8. Unclassified Salaries. No changes from current-year. Commission/boards funding is continued although boilerplate authorization for per diem payments is eliminated.	0
9. Economic Adjustments. Adjustments are made to rent/building occupancy charges only..	(55,200)
10. Other Adjustments. The Governor makes adjustments to various restricted sources of funding to reflect anticipated receipts, FTE adjustments to account for early retirement, and adjustments to reflect internal transfers. The budget also reduces IT funding by \$185,300.	(623,300)
11. Comparison to Year-to-Date. The Governor's budget proposal is \$4,783,300 Gross and \$5,369,700 GF/GP below current-year levels, or 5.1% and 14.6% respectively. Total appropriated FTEs are 563.0, or 10.6% less than the current-year level.	
Total Changes	(\$4,783,300)
FY 2003-04 Governor's Recommendation	\$89,244,000



Changes from FY 2002-03 Year-to-Date:

1. **Standard Sections.** The Governor's budget contains the following standard sections: state spending (201), Management and Budget Act (202), definitions (203), civil service billing (204), hiring freeze (205), Internet (206), information technology user fees (207), information technology work projects (208), contingency funds (209).
2. **Deleted Sections.** The Governor's budget deletes the following current-year sections: privatization (207), buy American (209), deprived communities (210), restricted revenue carry forward (211), transfer reporting (213), grant reporting (214), fair/horse racing funding limitation (215), compulsive gaming transfer (216), early retirement savings and budgetary savings (224), cigarette tax appropriations (225), agriculture survey (303), food borne illness report (402), public health grant funding (403), whole herd testing (451), applicator training by MSUE (501), slow-the-spread authorization (502), export program (705), simulcast revenue report (801), light horse racing distribution (802), ag equine fund adjustments (805), fall youth horse show (808), outstanding winning tickets (811), Agriculture Equine Industry Development Fund balance (813), track promotions (815).
3. **Indemnification Payments.** The Governor's budget removes language regarding indemnification payments for livestock that is killed by wolves, retroactive payments, and bovine TB work project (Sec. 210).
4. **Administrative Efficiencies.** The Governor's budget includes new language that would appropriate up to one-half of the unexpended FY 2002-03 GF/GP appropriations, subject to State budget director approval, to encourage administrative efficiencies (Sec. 211).
5. **Commissions/Boards Per Diem.** The Governor's budget removes the language authorizing per diem payments for various gubernatorial-appointed commissions and boards (Sec. 301).

Date Completed: 3/20/03

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